

REGIONAL TRANSIT ISSUE PAPER

Agenda Item No.	Board Meeting Date	Open/Closed Session	Information/Action Item	Issue Date
3	10/23/17	Open	Action	10/16/17

Subject: Approve the Agreement between SacRT and SMUD for the Relocation of SacRT Substation TPSS A1 and Relay Case A055RC

ISSUE

Whether or not to approve the Project Agreement (TPSS and Relay Case Relocation) between SacRT and SMUD for the relocation of SacRT substation TPSS A1 and relay case A055RC.

RECOMMENDED ACTION

Adopt Resolution No. 17-10-____, Approving the Project Agreement (TPSS and Relay Case Relocation) between Sacramento Regional Transit District (SacRT) and Sacramento Municipal Utility District (SMUD) for the Relocation of SacRT Substation TPSS A1 and Relay Case A055RC.

FISCAL IMPACT

SMUD will make an initial payment to SacRT of \$250,000 less costs already incurred by SMUD. SacRT will deposit these funds and use the net proceeds for capital purposes. SacRT will then reimburse SMUD for costs incurred by SMUD for additional design and construction work. SMUD has not provided an estimate of those costs. The additional costs will be reimbursed by Capital Project R350 – TPSS A1/A055 Relay Case Relocation. Budget \$5,302,000.

DISCUSSION

Sacramento Municipal Utility District (SMUD) acquired the property on the block between 6th & 7th Streets, the G-H Street Alley, and G Street in 2015 (APN 002-0010-062-000). In 2005, when this property was originally owned by Union Pacific Railroad (UPRR), Sacramento Regional Transit District (SacRT) entered into an easement agreement with UPRR to install a traction power substation (TPSS A1) and signal relay case (A055RC) on the property. The 2005 Easement permitted UPRR or its successor in interest to require SacRT to relocate the substation and terminate the easement, with UPRR or its successor paying only the first \$250,000 in relocation costs. As part of its downtown electrical infrastructure distribution improvements, SMUD is building a new SMUD substation on this property and is terminating the easement agreement with SacRT, requiring SacRT to relocate both the substation and relay case. Under a new perpetual easement agreement with SMUD, TPSS A1 will be relocated to the southwest corner of the same property and A055RC will be incorporated into a new instrument house located at the southeast corner of the same property. The total estimated cost of relocation is between \$4.5 million and \$5.0 million. SacRT Staff identified Traffic Congestion Relief Program (TCRP) funding that was approved on June 29, 2017 by the California Transportation Commission (CTC) to pay for SacRT's relocation costs.

SacRT and SMUD have developed an Agreement that identifies and itemizes the contractual construction and financial obligations of each party. In compliance with the 2005 Easement,

Approved:

Presented:

Final 10/18/17

General Manager/CEO

Director, Civil and Track Design

J:\ISSUES\Authorization\IP Approve TPSS A1 Project Agreement with SMUD.doc

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Subject: Approve the Agreement between SacRT and SMUD for the Relocation of SacRT Substation TPSS A1 and Relay Case A055RC

SMUD will pay SacRT the amount of \$250,000, less any design costs SMUD has already incurred related to the relocation of the substation facilities. In turn, RT will reimburse SMUD for its actual costs incurred beyond the amount paid to SacRT to support the relocation of the substation facilities. Reimbursement of such costs is contingent upon SacRT's review and approval of SMUD's itemized cost report. SMUD will provide the design and construction needed for the civil and site work for the relocation work. SMUD will also develop a construction schedule for its portion of the relocation work, which will be incorporated into SacRT's invitation to bid for the relocation work.

SacRT staff recommends that the Board approve the Project Agreement between SacRT and SMUD for the relocation of TPSS A1 and A055RC.

RESOLUTION NO. 17-10-_____

Adopted by the Board of Directors of the Sacramento Regional Transit District on this date:

October 23, 2017

**APPROVE THE PROJECT AGREEMENT (TPSS AND RELAY CASE RELOCATION)
BETWEEN SACRAMENTO REGIONAL TRANSIT (SACRT) AND SACRAMENTO
MUNICIPAL UTILITY DISTRICT (SMUD) FOR THE RELOCATION OF SACRT
SUBSTATION TPSS A1 AND RELAY CASE A055RC**

BE IT HEREBY RESOLVED BY THE BOARD OF DIRECTORS OF THE
SACRAMENTO REGIONAL TRANSIT DISTRICT AS FOLLOWS:

THAT, the Project Agreement (TPSS and Relay Case Relocation) by and between the Sacramento Regional Transit District (therein "SacRT") and the Sacramento Municipal Utility District (therein "SMUD") whereby SMUD agrees to make an initial payment to SacRT of \$250,000 and agrees to perform design and construction work in support of SacRT's TPSS and relay case relocation, subject to SacRT payment of SMUD's actual costs, is hereby approved.

THAT, the Chair and General Manager/CEO are hereby authorized and directed to execute the foregoing agreement.

ANDREW J. MORIN, Chair

A T T E S T:

HENRY LI, Secretary

By: _____
Cindy Brooks, Assistant Secretary